

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7506

BILL NUMBER: HB 1741

NOTE PREPARED: Jan 6, 2007

BILL AMENDED:

SUBJECT: School Transportation Fund Appeals.

FIRST AUTHOR: Rep. Pelath

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill permits a school corporation to appeal to the Department of Local Government Finance to increase its maximum transportation fund levy to an amount that does not exceed the amount levied by the school corporation in 2001.

Effective Date: July 1, 2007.

Explanation of State Expenditures: There are approximately five schools with a CY 2007 maximum transportation fund levy less than their 2001 transportation fund levy. The maximum appeal would be about \$5.8 M. The state would pay Property Tax Replacement and Homestead Credits on the appeal amount. The maximum increase in the credits would be about \$1.4 M.

Explanation of State Revenues:

Explanation of Local Expenditures: There are five schools with a CY 2007 maximum transportation fund levy less than their 2001 transportation fund levy. The following table show the schools that would be eligible for the appeal and the maximum appeal based on the 2007 maximum transportation fund levy.

Corp	School	2001 Levy	2007 Max Levy	Appeal
5385	Indianapolis Public Schools	26,919,446	21,444,686	5,474,760
4860	M S D of New Durham Township	221,900	107,935	113,965
4770	Cass Township Schools	133,772	30,806	102,966
7515	North Judson-San Pierre Sch Corp	298,791	212,266	86,525
4790	Dewey Township Schools	90,706	64,566	26,140
	Total	27,664,615	21,860,259	5,804,356

Explanation of Local Revenues:

State Agencies Affected: Department of Local Government Finance.

Local Agencies Affected: Schools.

Information Sources: Local Government database.

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